

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF HENDRON WATER	)	
DISTRICT TO ESTABLISH A BULK WATER	)	
RATE FOR A COIN-OPERATED DISPENSER	)	CASE NO. 94-339
AND TO INCORPORATE A RENTAL	)	
PROPERTY WATER BILL TRANSFER POLICY	)	

O R D E R

On August 29, 1994, Hendron Water District ("Hendron Water") applied to the Commission for approval of a bulk water station rate and a rental property transfer policy. In its filing, Hendron Water requested a deviation from certain requirements of 807 KAR 5:001, Section 10.

Specifically, 807 KAR 5:001, Section 10, relates to the filing of financial exhibits. Section 10(6)(h) requires the submission of a summary of the determination of revenue requirements; Section 10(6)(j) requires a current chart of accounts; Section 10(6)(k) requires an independent auditor's annual opinion report; Section 10(6)(o) requires a list of all commercial or in-house computer software, programs, and models used to develop schedules and workpapers associated with the filing; and Section 10(6)(r) requires monthly managerial reports providing financial results for the 12 months in the test period.

Section 10(7)(a) requires the submission of a detailed income statement and balance sheet; Section 10(7)(b) requires the most recent capital construction budget; and Section 10(7)(c)(4) requires the amount contained in construction work in progress at the end of the test period. Sections 10(7)(d) and 10(7)(e) require

the submission of an operating budget for each month of the test period and the number of customers to be added to the test period-end level of customers, respectively.

Hendron Water also requested permission to deviate from Section 10(4) which requires public notice of a rate change. Public notice had not been given at the time the application was filed.

Having reviewed the filing and being otherwise sufficiently advised, the Commission finds that the information filed therein is sufficient to enable the Commission to review adequately Hendron Water's filing with one exception. A deviation from the Section 10(4) notice requirement will not be granted, and Hendron Water's application remains deficient in that respect. However, its request for a deviation from the remainder of the above-cited regulation should be granted.

IT IS THEREFORE ORDERED that Hendron Water's request for a deviation from the requirements of 807 KAR 5:001, Section 10(6)(h), (j), (k), (o) and (r), and Section 10(7)(a), (b), (c), (d) and (e), is hereby granted, and its request for a deviation from Section 10(4) is hereby denied.

Done at Frankfort, Kentucky, this 26th day of September, 1994.

ATTEST:

Don Mills  
Executive Director

PUBLIC SERVICE COMMISSION

Samuel J. Davis  
Chairman

Robert M. Davis  
Vice Chairman

Linda K. Breathitt  
Commissioner